

UNIFIED SCHOOL DISTRICT NO. 202

Kansas City, Kansas

Financial Statements

For the Year Ended June 30, 2009

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UNIFIED SCHOOL DISTRICT NO. 202
Financial Statements
For the Year Ended June 30, 2009

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Financial Statements
For the Year Ended June 30, 2009

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INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS AND SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Board of Education
Unified School District No. 202
Kansas City, Kansas

We have audited the financial statements of Unified School District No. 202 (the District), Kansas City, Kansas, as of and for the year ended June 30, 2009, as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year partial comparative information has been derived from the District's financial statements for the year ended June 30, 2008. In our report dated January 14, 2009 on these financial statements, we expressed an adverse opinion as to presentation on the basis of generally accepted accounting principles and a qualified opinion as to presentation on the Kansas prescribed basis of accounting.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in "Government Auditing Standards," issued by the Comptroller General of the United States and "Kansas Municipal Audit Guide." Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in Note 1, the District prepares its financial statements on a prescribed basis of accounting which demonstrates compliance with the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The effect on the financial statements of those differences is also described in Note 1.

In our opinion, because of the District's policy to prepare its financial statements on the basis of accounting discussed in the preceding paragraph, the financial statements referred to in the first paragraph do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the governmental activities, each major fund, the discretely presented component unit, and the aggregate remaining fund information of the District as of June 30, 2009, or the respective changes in financial position thereof for the year then ended.

Also, in our opinion, except for the July, 2009, receipt of the final state aid payment for the fiscal year ended June 30, 2009 being recorded in June, 2009, the financial statements referred to above present fairly, in all material respects, the fund cash and unencumbered cash balances of the District as of June 30, 2009, and its cash receipts and expenditures by fund, and fund budget to actual comparisons, for the year then ended, taken as a whole, on the prescribed basis of accounting described in Note 1.

The financial statements include partial prior-year comparative information. Such information does not include all of the information required for a presentation in conformity with the Kansas prescribed basis of accounting. Accordingly, such information should be read in conjunction with the District's financial statements for the year ended June 30, 2008, from which such partial information was derived.

In accordance with "Government Auditing Standards," we have also issued our report dated February 9, 2010, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with "Government Auditing Standards" and should be considered in assessing the results of our audit.

Our audit was performed for the purpose of forming an opinion on the financial statements of the District taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations", and is not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements taken as a whole, on the basis of accounting described in Note 1.

Lowenthal, Wett & Odenmann, P.A.

February 9, 2010

UNIFIED SCHOOL DISTRICT NO. 202
Summary of Cash Receipts, Expenditures and Unencumbered Cash
For the Year Ended June 30, 2009

Fund	Beginning Unencumbered Cash Balance	Prior-Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
General Fund	\$ -	\$ -	\$ 27,068,360	\$ 27,068,360	\$ -	\$ 80,921	\$ 80,921
Special Revenue Funds:							
Supplemental General	471,622	-	7,542,103	7,815,024	198,701	7,346	206,047
At-Risk (4 Year Old)	2,498	-	239,579	222,077	20,000	-	20,000
At-Risk (K-12)	5,166	-	5,209,221	5,194,117	20,270	26,450	48,720
Bilingual Education	101	-	528,863	480,945	48,019	-	48,019
Capital Outlay	2,303,523	-	4,000,354	5,198,757	1,105,120	581,607	1,686,727
Driver Training	38,390	-	16,671	47,489	7,572	-	7,572
Food Service	396,483	-	2,022,884	1,927,607	491,760	60	491,820
Special Education	334,161	[46,727]	5,932,347	5,777,608	442,173	29,860	472,033
Professional Development	11,998	-	28,425	28,655	11,768	-	11,768
Vocational Education	48,934	-	520,502	510,589	58,847	3,405	62,252
Parent Education Program	23,968	-	187,328	180,891	30,405	5,261	35,666
Student Material Revolving	-	-	564,052	451,777	112,275	313,542	425,817
KPERS Special Retirement Contribution	-	-	1,846,135	1,846,135	-	-	-
Summer Programs	27,889	46,727	4,104	78,720	-	-	-
Federal Grants	44,905	-	1,697,252	1,098,040	644,117	156,995	801,112
District Activity	13,190	-	79,723	60,533	32,380	-	32,380
Contingency Reserve	464,366	-	438,704	101,609	801,461	-	801,461
Debt Service Funds:							
Bond and Interest	5,515,224	-	3,546,771	3,644,394	5,417,601	-	5,417,601
Private Purpose Trust Funds:							
Donations and Grants	95,666	-	91,022	83,385	103,303	-	103,303
Total Primary Government	9,798,084	-	61,564,400	61,816,712	9,545,772	1,205,447	10,751,219
Component Unit:							
Recreation Commission							
General Fund	458,232	-	1,146,796	1,048,927	556,101	51,274	607,375
Employee Benefits Fund	158,176	-	202,787	117,271	243,692	-	243,692
Operating Funds	25,312	-	122,456	118,657	29,111	-	29,111
Total Component Unit	641,720	-	1,472,039	1,284,855	828,904	51,274	880,178
Total Reporting Entity (Excluding Agency Funds)	\$ 10,439,804	\$ -	\$ 63,036,439	\$ 63,101,567	\$ 10,374,676	\$ 1,256,721	\$ 11,631,397

Composition of Cash

Brotherhood Bank	
Checking Account-District	\$ 5,983,020
Food Service Account-District	491,820
Money Market Account-District	4,244,000
Recreation Commission-Operating Funds	851,067
Recreation Commission-Scholarship Fund	3,441
Petty Cash Account-District	6,950
Checking Accounts-Activity Funds	186,438
Recreation Commission	29,111
Total Cash	11,795,847
Less Agency Funds per Statement 4	[164,450]
Total Reporting Entity (Excluding Agency Funds)	\$ 11,631,397

STATEMENT 2

UNIFIED SCHOOL DISTRICT NO. 202
Summary of Expenditures - Actual and Budget
(Budgeted Funds Only)
For the Year Ended June 30, 2009

Fund	Total Budget	Adjustment to Legal Maximum Budget	Adjustment For Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Positive [Negative]
General Fund	\$27,215,074	\$ -	\$ [146,714]	\$27,068,360	\$ 27,068,360	\$ -
Special Revenue Funds:						
Supplemental General	7,815,024	-	-	7,815,024	7,815,024	-
At-Risk (4 Year Old)	380,064	-	-	380,064	222,077	157,987
At-Risk (K-12)	5,275,466	-	-	5,275,466	5,194,117	81,349
Bilingual Education	485,035	-	-	485,035	480,945	4,090
Capital Outlay	7,413,670	-	-	7,413,670	5,198,757	2,214,913
Driver Training	66,081	-	-	66,081	47,489	18,592
Food Service	2,168,404	-	-	2,168,404	1,927,607	240,797
Special Education	5,824,863	-	-	5,824,863	5,777,608	47,255
Professional Development	39,998	-	-	39,998	28,655	11,343
Vocational Education	510,589	-	-	510,589	510,589	-
Parent Education Program	212,543	-	-	212,543	180,891	31,652
KPERS Special Retirement Contribution	2,127,390	-	-	2,127,390	1,846,135	281,255
Summer Programs	92,390	-	-	92,390	78,720	13,670
Federal Grants	1,379,452	-	-	1,379,452	1,098,040	281,412
Bond and Interest	3,644,394	-	-	3,644,394	3,644,394	-
Recreation Commission Funds:						
General Fund	1,336,768	-	-	1,336,768	1,048,927	287,841
Employee Benefits Fund	170,951	-	-	170,951	117,271	53,680

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 202
Statement of Cash Receipts and Expenditures - Actual and Budget
General Fund
For the Year Ended June 30, 2009
(With Comparative Actual Amounts for the Year Ended June 30, 2008)

		Current Year		Variance
	Prior Year	Actual	Budget	Positive
	Actual			[Negative]
Cash Receipts				
Taxes and Shared Revenue:				
Ad valorem property tax	\$ 2,736,070	\$ 2,677,410	\$ 2,530,445	\$ 146,965
Delinquent tax	77,501	45,223	110,284	[65,061]
In lieu of taxes - I. R. B.'s	55,824	42,777	62,788	[20,011]
State aid	21,982,798	24,302,950	24,511,557	[208,607]
Total Cash Receipts	24,852,193	27,068,360	\$ 27,215,074	\$ [146,714]
Expenditures and Transfers				
Instruction	10,986,958	9,886,449	\$ 9,750,263	\$ [136,186]
Student support services	612,789	666,382	635,128	[31,254]
Instructional support staff	488,621	535,332	500,760	[34,572]
General administration	1,014,038	949,868	1,023,576	73,708
School administration	1,945,285	2,008,060	2,025,500	17,440
Other support services	9,663	196,445	-	[196,445]
Operations and maintenance	2,124,339	2,927,601	2,868,481	[59,120]
Transportation	1,037,816	1,023,595	1,453,571	429,976
Capital outlay	14,777	-	17,000	17,000
Transfers out	6,617,907	8,874,628	8,940,795	66,167
Adjustment for qualifying budget credit	-	-	[146,714]	[146,714]
Total Expenditures and Transfers	24,852,193	27,068,360	\$ 27,068,360	\$ -
Receipts Over [Under] Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ -		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 202
Statement of Cash Receipts and Expenditures - Actual and Budget
Supplemental General Fund
For the Year Ended June 30, 2009
(With Comparative Actual Amounts for the Year Ended June 30, 2008)

	Prior Year Actual	Current Year		Variance Positive [Negative]
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue:				
Ad valorem property tax	\$ 2,922,704	\$ 2,778,692	\$ 2,536,563	\$ 242,129
Delinquent tax	91,102	52,911	118,148	[65,237]
Motor and recreational vehicle tax	278,810	298,173	277,240	20,933
In lieu of taxes - I. R. B.'s	54,050	41,901	65,968	[24,067]
Miscellaneous	43,598	47,936	-	47,936
State aid	<u>3,929,072</u>	<u>4,322,490</u>	<u>4,344,701</u>	<u>[22,211]</u>
Total Cash Receipts	<u>7,319,336</u>	<u>7,542,103</u>	<u>\$ 7,342,620</u>	<u>\$ 199,483</u>
Expenditures and Transfers :				
Instruction	987,224	1,308,114	\$ 1,000,590	\$ [307,524]
General administration	463,630	397,672	397,997	325
Other support services	1,192,132	1,028,588	1,296,562	267,974
Operations and maintenance	2,098,917	1,396,680	1,514,364	117,684
Transfers out	<u>2,368,253</u>	<u>3,683,970</u>	<u>3,605,511</u>	<u>[78,459]</u>
Total Expenditures and Transfers	<u>7,110,156</u>	<u>7,815,024</u>	<u>\$ 7,815,024</u>	<u>\$ -</u>
Receipts Over [Under] Expenditures	209,180	[272,921]		
Unencumbered Cash, Beginning	<u>262,442</u>	<u>471,622</u>		
Unencumbered Cash, Ending	<u>\$ 471,622</u>	<u>\$ 198,701</u>		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 202
Statement of Cash Receipts and Expenditures - Actual and Budget
At Risk (4 Year Old) Fund
For the Year Ended June 30, 2009
(With Comparative Actual Amounts for the Year Ended June 30, 2008)

	Prior Year Actual	Current Year		Variance Positive [Negative]
		Actual	Budget	
Cash Receipts				
Transfers in	\$ 278,540	\$ 239,579	\$ 377,567	\$ [137,988]
Total Cash Receipts	<u>278,540</u>	<u>239,579</u>	<u>\$ 377,567</u>	<u>\$ [137,988]</u>
Expenditures and Transfers				
Instruction	303,955	194,259	\$ 350,772	\$ 156,513
Instructional support services	10,140	21,263	29,292	8,029
School administration	9,464	-	-	-
Student support service	<u>4,317</u>	<u>6,555</u>	<u>-</u>	<u>[6,555]</u>
Total Expenditures and Transfers	<u>327,876</u>	<u>222,077</u>	<u>\$ 380,064</u>	<u>\$ 157,987</u>
Receipts Over [Under] Expenditures	[49,336]	17,502		
Unencumbered Cash, Beginning	<u>51,834</u>	<u>2,498</u>		
Unencumbered Cash, Ending	<u>\$ 2,498</u>	<u>\$ 20,000</u>		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 202
Statement of Cash Receipts and Expenditures - Actual and Budget
At Risk (K-12) Fund
For the Year Ended June 30, 2009
(With Comparative Actual Amounts for the Year Ended June 30, 2008)

	Prior Year Actual	Current Year		Variance Positive [Negative]
		Actual	Budget	
Cash Receipts				
Transfers in	\$ 3,301,649	\$ 5,209,221	\$ 5,286,221	\$ [77,000]
Total Cash Receipts	<u>3,301,649</u>	<u>5,209,221</u>	<u>\$ 5,286,221</u>	<u>\$ [77,000]</u>
Expenditures and Transfers				
Instruction	2,541,992	4,164,325	\$ 4,438,567	\$ 274,242
Student support services	321,588	394,352	374,731	[19,621]
School administration	329,000	375,215	336,948	[38,267]
Other support services	-	69,449	-	[69,449]
Vehicle operating services	-	67,896	-	[67,896]
Operations and maintenance	<u>121,681</u>	<u>122,880</u>	<u>125,220</u>	<u>2,340</u>
Total Expenditures and Transfers	<u>3,314,261</u>	<u>5,194,117</u>	<u>\$ 5,275,466</u>	<u>\$ 81,349</u>
Receipts Over [Under] Expenditures	[12,612]	15,104		
Unencumbered Cash, Beginning	<u>17,778</u>	<u>5,166</u>		
Unencumbered Cash, Ending	<u>\$ 5,166</u>	<u>\$ 20,270</u>		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 202
Statement of Cash Receipts and Expenditures - Actual and Budget
Bilingual Education Fund
For the Year Ended June 30, 2009
(With Comparative Actual Amounts for the Year Ended June 30, 2008)

	Prior Year Actual	Current Year		Variance Positive [Negative]
		Actual	Budget	
Cash Receipts				
Transfers in	<u>\$ 180,000</u>	<u>\$ 528,863</u>	<u>\$ 528,863</u>	<u>\$ -</u>
Total Cash Receipts	<u>180,000</u>	<u>528,863</u>	<u>\$ 528,863</u>	<u>\$ -</u>
Expenditures and Transfers				
Instruction	<u>254,140</u>	<u>480,945</u>	<u>\$ 485,035</u>	<u>\$ 4,090</u>
Total Expenditures and Transfers	<u>254,140</u>	<u>480,945</u>	<u>\$ 485,035</u>	<u>\$ 4,090</u>
Receipts Over [Under] Expenditures	[74,140]	47,918		
Unencumbered Cash, Beginning	<u>74,241</u>	<u>101</u>		
Unencumbered Cash, Ending	<u>\$ 101</u>	<u>\$ 48,019</u>		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 202
Statement of Cash Receipts and Expenditures - Actual and Budget
Capital Outlay Fund
For the Year Ended June 30, 2009
(With Comparative Actual Amounts for the Year Ended June 30, 2008)

		Current Year		Variance
	Prior Year			Positive
	Actual	Actual	Budget	[Negative]
Cash Receipts				
Taxes and Shared Revenue:				
Ad valorem property tax	\$ 1,200,965	\$ 1,133,116	\$ 1,128,236	\$ 4,880
Delinquent tax	34,191	22,508	48,500	[25,992]
In lieu of taxes - I.R.B.'s	22,303	17,106	27,724	[10,618]
Motor vehicle tax	91,804	124,430	115,557	8,873
Recreational vehicle tax	841	1,042	1,005	37
State aid	477,824	501,172	500,661	511
Investment income	459,011	145,023	550,000	[404,977]
Miscellaneous	182,174	1,271,100	3,664,184	[2,393,084]
Bond proceeds	2,040,000	362,039	-	362,039
Lease proceeds	400,000	-	-	-
Transfers in	-	422,818	-	422,818
Total Cash Receipts	<u>4,909,113</u>	<u>4,000,354</u>	<u>\$ 6,035,867</u>	<u>\$ [2,035,513]</u>
Expenditures and Transfers				
Instruction	405,007	1,074,405	\$ 1,001,490	\$ [72,915]
General administration	-	3,221	10,000	6,779
Operations and maintenance	2,959,179	2,715,367	4,494,805	1,779,438
Central support services	3,973	3,671	650,000	646,329
Student activities	452,313	83,310	-	[83,310]
Debt service	-	1,163,375	1,163,375	-
Facility acquisition and construction services	<u>516,887</u>	<u>155,408</u>	<u>94,000</u>	<u>[61,408]</u>
Total Expenditures and Transfers	<u>4,337,359</u>	<u>5,198,757</u>	<u>\$ 7,413,670</u>	<u>\$ 2,214,913</u>
Receipts Over [Under] Expenditures	571,754	[1,198,403]		
Unencumbered Cash, Beginning	<u>1,731,769</u>	<u>2,303,523</u>		
Unencumbered Cash, Ending	<u>\$ 2,303,523</u>	<u>\$ 1,105,120</u>		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 202
Statement of Cash Receipts and Expenditures - Actual and Budget
Driver Training Fund
For the Year Ended June 30, 2009
(With Comparative Actual Amounts for the Year Ended June 30, 2008)

	Prior Year Actual	Current Year		Variance Positive [Negative]
		Actual	Budget	
Cash Receipts				
State aid	\$ 12,540	\$ 3,040	\$ 17,280	\$ [14,240]
Charges for services	<u>13,560</u>	<u>13,631</u>	<u>45,000</u>	<u>[31,369]</u>
Total Cash Receipts	<u>26,100</u>	<u>16,671</u>	<u>\$ 62,280</u>	<u>\$ [45,609]</u>
Expenditures and Transfers				
Instruction	47,726	47,489	\$ 65,881	\$ 18,392
Vehicle operations, maintenance services	<u>171</u>	<u>-</u>	<u>200</u>	<u>200</u>
Total Expenditures and Transfers	<u>47,897</u>	<u>47,489</u>	<u>\$ 66,081</u>	<u>\$ 18,592</u>
Receipts Over [Under] Expenditures	[21,797]	[30,818]		
Unencumbered Cash, Beginning	<u>60,187</u>	<u>38,390</u>		
Unencumbered Cash, Ending	<u>\$ 38,390</u>	<u>\$ 7,572</u>		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 202
Statement of Cash Receipts and Expenditures - Actual and Budget
Food Service Fund
For the Year Ended June 30, 2009
(With Comparative Actual Amounts for the Year Ended June 30, 2008)

	Prior Year Actual	Current Year		Variance Positive [Negative]
		Actual	Budget	
Cash Receipts				
Federal aid	\$ 1,189,449	\$ 1,412,556	\$ 1,241,048	\$ 171,508
State aid	23,218	21,663	25,920	[4,257]
Charges for services	552,235	568,649	712,075	[143,426]
Investment income	18,210	4,727	25,000	[20,273]
Miscellaneous	11,284	15,289	12,000	3,289
Total Cash Receipts	<u>1,794,396</u>	<u>2,022,884</u>	<u>\$ 2,016,043</u>	<u>\$ 6,841</u>
Expenditures and Transfers				
Food service operation	<u>1,952,517</u>	<u>1,927,607</u>	<u>\$ 2,168,404</u>	<u>\$ 240,797</u>
Total Expenditures and Transfers	<u>1,952,517</u>	<u>1,927,607</u>	<u>\$ 2,168,404</u>	<u>\$ 240,797</u>
Receipts Over [Under] Expenditures	[158,121]	95,277		
Unencumbered Cash, Beginning	<u>554,604</u>	<u>396,483</u>		
Unencumbered Cash, Ending	<u>\$ 396,483</u>	<u>\$ 491,760</u>		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 202
Statement of Cash Receipts and Expenditures - Actual and Budget
Special Education Fund
For the Year Ended June 30, 2009
(With Comparative Actual Amounts for the Year Ended June 30, 2008)

	Prior Year Actual	Current Year		Variance Positive [Negative]
		Actual	Budget	
Cash Receipts				
State aid	\$ 271,534	\$ 208,222	\$ 270,000	\$ [61,778]
Federal aid	1,332,842	973,435	800,000	173,435
Miscellaneous	68,342	131,131	110,000	21,131
Transfers in	4,200,782	4,619,559	4,619,559	-
Total Cash Receipts	<u>5,873,500</u>	<u>5,932,347</u>	<u>\$ 5,799,559</u>	<u>\$ 132,788</u>
Expenditures and Transfers				
Instruction	4,919,174	5,087,027	\$ 5,114,106	\$ 27,079
Student support services	72,383	22,066	21,831	[235]
General administration	204,032	202,789	214,974	12,185
Transportation	-	-	473,952	473,952
Other supplemental services	27,618	388,605	-	[388,605]
Vehicle operating services	464,001	77,121	-	[77,121]
Total Expenditures and Transfers	<u>5,687,208</u>	<u>5,777,608</u>	<u>\$ 5,824,863</u>	<u>\$ 47,255</u>
Receipts Over [Under] Expenditures	<u>186,292</u>	<u>154,739</u>		
Unencumbered Cash, Beginning	147,869	334,161		
Prior Period Adjustment	<u>-</u>	<u>[46,727]</u>		
Unencumbered Cash, Beginning, Restated	<u>147,869</u>	<u>287,434</u>		
Unencumbered Cash, Ending	<u>\$ 334,161</u>	<u>\$ 442,173</u>		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 202
Statement of Cash Receipts and Expenditures - Actual and Budget
Professional Development Fund
For the Year Ended June 30, 2009
(With Comparative Actual Amounts for the Year Ended June 30, 2008)

	Prior Year Actual	Current Year		Variance Positive [Negative]
		Actual	Budget	
Cash Receipts				
Transfers in	\$ 30,000	\$ 25,000	\$ 25,000	\$ -
State aid	<u>3,907</u>	<u>3,425</u>	<u>4,000</u>	<u>[575]</u>
Total Cash Receipts	<u>33,907</u>	<u>28,425</u>	<u>\$ 29,000</u>	<u>\$ [575]</u>
Expenditures and Transfers				
Instruction	<u>27,097</u>	<u>28,655</u>	<u>\$ 39,998</u>	<u>\$ 11,343</u>
Total Expenditures and Transfers	<u>27,097</u>	<u>28,655</u>	<u>\$ 39,998</u>	<u>\$ 11,343</u>
Receipts Over [Under] Expenditures	6,810	[230]		
Unencumbered Cash, Beginning	<u>5,188</u>	<u>11,998</u>		
Unencumbered Cash, Ending	<u>\$ 11,998</u>	<u>\$ 11,768</u>		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 202
Statement of Cash Receipts and Expenditures - Actual and Budget
Vocational Education Fund
For the Year Ended June 30, 2009
(With Comparative Actual Amounts for the Year Ended June 30, 2008)

		Current Year		Variance
	Prior Year	Actual	Budget	Positive
	Actual			[Negative]
Cash Receipts				
Transfers in	\$ 462,000	\$ 472,199	\$ 472,199	\$ -
Federal aid	38,054	48,303	40,000	8,303
Total Cash Receipts	500,054	520,502	\$ 512,199	\$ 8,303
Expenditures and Transfers				
Instruction	483,981	462,286	\$ 478,435	\$ 16,149
Instructional support staff	37,510	48,303	32,154	[16,149]
Total Expenditures and Transfers	521,491	510,589	\$ 510,589	\$ -
Receipts Over [Under] Expenditures	[21,437]	9,913		
Unencumbered Cash, Beginning	70,371	48,934		
Unencumbered Cash, Ending	\$ 48,934	\$ 58,847		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 202
Statement of Cash Receipts and Expenditures - Actual and Budget
Parent Education Program Fund
For the Year Ended June 30, 2009
(With Comparative Actual Amounts for the Year Ended June 30, 2008)

		Current Year		Variance
	Prior Year			Positive
	Actual	Actual	Budget	[Negative]
Cash Receipts				
State aid	\$ 120,454	\$ 137,328	\$ 110,000	\$ 27,328
Miscellaneous	-	-	29,574	[29,574]
Transfers in	60,000	50,000	50,000	-
Total Cash Receipts	180,454	187,328	\$ 189,574	\$ [2,246]
Expenditures and Transfers				
Student support services	186,107	180,891	\$ 212,543	\$ 31,652
Total Expenditures and Transfers	186,107	180,891	\$ 212,543	\$ 31,652
Receipts Over [Under] Expenditures	[5,653]	6,437		
Unencumbered Cash, Beginning	29,621	23,968		
Unencumbered Cash, Ending	\$ 23,968	\$ 30,405		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 202
Statement of Cash Receipts and Expenditures - Actual
Student Material Revolving Fund *
For the Year Ended June 30, 2009 and 2008

	Prior Year Actual	Current Year Actual
Cash Receipts		
Charges for services	\$ 819	\$ 15,476
Transfer in	<u>358,189</u>	<u>548,576</u>
Total Cash Receipts	<u>359,008</u>	<u>564,052</u>
Expenditures and Transfers		
Instruction	<u>726,956</u>	<u>451,777</u>
Total Expenditures and Transfers	<u>726,956</u>	<u>451,777</u>
Receipts Over [Under] Expenditures	[367,948]	112,275
Unencumbered Cash, Beginning	<u>367,948</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ 112,275</u>

* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 202
Statement of Cash Receipts and Expenditures - Actual and Budget
KPERS Special Retirement Contribution Fund
For the Year Ended June 30, 2009
(With Comparative Actual Amounts for the Year Ended June 30, 2008)

	Prior Year Actual	Current Year		Variance Positive [Negative]
		Actual	Budget	
Cash Receipts				
State aid	\$ 1,675,110	\$ 1,846,135	\$ 2,127,390	\$ [281,255]
Total Cash Receipts	<u>1,675,110</u>	<u>1,846,135</u>	<u>\$ 2,127,390</u>	<u>\$ [281,255]</u>
Expenditures and Transfers				
Instruction	1,357,320	1,133,664	\$ 1,783,390	\$ 649,726
Student support services	30,866	71,225	32,000	[39,225]
Instructional support staff	11,541	30,179	13,000	[17,179]
General administration	36,430	79,577	41,000	[38,577]
School administration	67,374	142,887	72,000	[70,887]
Other support services	22,650	53,971	25,000	[28,971]
Operations and maintenance	91,981	204,211	101,000	[103,211]
Transportation	32,550	72,691	35,000	[37,691]
Food service	<u>24,398</u>	<u>57,730</u>	<u>25,000</u>	<u>[32,730]</u>
Total Expenditures and Transfers	<u>1,675,110</u>	<u>1,846,135</u>	<u>\$ 2,127,390</u>	<u>\$ 281,255</u>
Receipts Over [Under] Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 202
Statement of Cash Receipts and Expenditures - Actual and Budget
Summer Programs Fund
For the Year Ended June 30, 2009
(With Comparative Actual Amounts for the Year Ended June 30, 2008)

	Prior Year Actual	Current Year		Variance Positive [Negative]
		Actual	Budget	
Cash Receipts				
Transfers in	\$ 10,000	\$ 4,079	\$ 100,000	\$ [95,921]
Charges for services	<u>3,920</u>	<u>25</u>	<u>4,500</u>	<u>[4,475]</u>
Total Cash Receipts	<u>13,920</u>	<u>4,104</u>	<u>\$ 104,500</u>	<u>\$ [100,396]</u>
Expenditures and Transfers				
Instruction	82,589	70,616	\$ 83,755	\$ 13,139
School administration	<u>8,625</u>	<u>8,104</u>	<u>8,635</u>	<u>531</u>
Total Expenditures and Transfers	<u>91,214</u>	<u>78,720</u>	<u>\$ 92,390</u>	<u>\$ 13,670</u>
Receipts Over [Under] Expenditures	<u>[77,294]</u>	<u>[74,616]</u>		
Unencumbered Cash, Beginning	105,183	27,889		
Prior Period Adjustment	<u>-</u>	<u>46,727</u>		
Unencumbered Cash, Beginning, Restated	<u>105,183</u>	<u>74,616</u>		
Unencumbered Cash, Ending	<u>\$ 27,889</u>	<u>\$ -</u>		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 202
Statement of Cash Receipts and Expenditures - Actual and Budget
Federal Grants Fund
For the Year Ended June 30, 2009

	Low Income Title I	School Improvement	Title IID	Title IIA
Cash Receipts				
Federal aid	<u>\$ 966,417</u>	<u>\$ 435,375</u>	<u>\$ 9,235</u>	<u>\$ 171,754</u>
Total Cash Receipts	<u>966,417</u>	<u>435,375</u>	<u>9,235</u>	<u>171,754</u>
Expenditures and Transfers				
Instruction	730,450	158,966	-	-
Transportation	<u>21,847</u>	<u>-</u>	<u>8,450</u>	<u>160,210</u>
Total Expenditures and Transfers	<u>752,297</u>	<u>158,966</u>	<u>8,450</u>	<u>160,210</u>
Receipts Over [Under] Expenditures	214,120	276,409	785	11,544
Unencumbered Cash, Beginning	<u>101,267</u>	<u>-</u>	<u>2,222</u>	<u>2,222</u>
Unencumbered Cash, Ending	<u>\$ 315,387</u>	<u>\$ 276,409</u>	<u>\$ 3,007</u>	<u>\$ 13,766</u>

<u>Drug Free Title IV</u>	<u>Charter School</u>	<u>Title III</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance Positive [Negative]</u>
<u>\$ 16,915</u>	<u>\$ 64,583</u>	<u>\$ 32,973</u>	<u>\$ 1,697,252</u>	<u>\$ 1,197,294</u>	<u>\$ 499,958</u>
<u>16,915</u>	<u>64,583</u>	<u>32,973</u>	<u>1,697,252</u>	<u>\$ 1,197,294</u>	<u>\$ 499,958</u>
-	-	-	889,416	\$ 1,350,877	\$ 461,461
<u>7,133</u>	<u>-</u>	<u>10,984</u>	<u>208,624</u>	<u>28,575</u>	<u>[180,049]</u>
<u>7,133</u>	<u>-</u>	<u>10,984</u>	<u>1,098,040</u>	<u>\$ 1,379,452</u>	<u>\$ 281,412</u>
9,782	64,583	21,989	599,212		
<u>-</u>	<u>[64,583]</u>	<u>3,777</u>	<u>44,905</u>		
<u>\$ 9,782</u>	<u>\$ -</u>	<u>\$ 25,766</u>	<u>\$ 644,117</u>		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 202
Statement of Cash Receipts and Expenditures - Actual
Contingency Reserve Fund *
For the Year Ended June 30, 2009 and 2008

	Prior Year Actual	Current Year Actual
Cash Receipts and Transfers		
Transfers in	\$ 105,000	\$ 438,704
Total Cash Receipts and Transfers	<u>105,000</u>	<u>438,704</u>
Expenditures and Transfers		
Operations and maintenance	<u>399,795</u>	<u>101,609</u>
Total Expenditures and Transfers	<u>399,795</u>	<u>101,609</u>
Receipts Over [Under] Expenditures	[294,795]	337,095
Unencumbered Cash, Beginning	56,578	464,366
Prior Year Cancelled Encumbrances	<u>702,583</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ 464,366</u>	<u>\$ 801,461</u>

* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 202
Statement of Cash Receipts and Expenditures - Actual and Budget
Bond and Interest Fund
For the Year Ended June 30, 2009
(With Comparative Actual Amounts for the Year Ended June 30, 2008)

	Prior Year Actual	Current Year		Variance Positive [Negative]
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue:				
Ad valorem property tax	\$ 1,976,303	\$ 1,789,390	\$ 1,787,174	\$ 2,216
Delinquent tax	83,970	43,233	80,031	[36,798]
Motor and recreational vehicle tax	282,055	231,233	214,227	17,006
In lieu of taxes - I. R. B.'s	74,560	64,410	50,952	13,458
State aid	<u>1,310,582</u>	<u>1,418,505</u>	<u>1,430,839</u>	<u>[12,334]</u>
Total Cash Receipts	<u>3,727,470</u>	<u>3,546,771</u>	<u>\$ 3,563,223</u>	<u>\$ [16,452]</u>
Expenditures and Transfers				
Principal	1,955,001	1,970,000	\$ 1,970,000	\$ -
Interest	<u>1,759,742</u>	<u>1,674,394</u>	<u>1,674,394</u>	<u>-</u>
Total Expenditures and Transfers	<u>3,714,743</u>	<u>3,644,394</u>	<u>\$ 3,644,394</u>	<u>\$ -</u>
Receipts Over [Under] Expenditures	12,727	[97,623]		
Unencumbered Cash, Beginning	<u>5,502,497</u>	<u>5,515,224</u>		
Unencumbered Cash, Ending	<u>\$ 5,515,224</u>	<u>\$ 5,417,601</u>		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 202
Statement of Cash Receipts and Expenditures - Actual
Donations and Grants Fund *
For the Year Ended June 30, 2009
(With Comparative Actual Amounts for the Year Ended June 30, 2008)

	T-CEP Grant	Part H FSC Grant	Current Development Grant	TEPCEK	Career Opportunity Grant	Summer School Grant	Parents As Teachers	Misc	Art Waugh Scholarship Fund	Youth Friends Grant	Make a Difference Grant	Tri-C Grant
Cash Receipts												
Other grants	\$ 9,098	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 840	\$ -	\$ 17,100	\$ -
Total Cash Receipts	9,098	-	-	-	-	-	-	-	840	-	17,100	-
Expenditures and Transfers												
Instruction	9,753	-	-	-	-	-	-	-	1,500	-	14,697	-
Total Expenditures and Transfers	9,753	-	-	-	-	-	-	-	1,500	-	14,697	-
Receipts Over (Under) Expenditures	[655]	-	-	-	-	-	-	-	[660]	-	2,403	-
Unencumbered Cash, Beginning	[847]	983	[773]	2,153	371	[1,924]	[907]	[1,358]	4,101	[8,660]	11,863	1,482
Unencumbered Cash, Ending	\$ [1,502]	\$ 983	\$ [773]	\$ 2,153	\$ 371	\$ [1,924]	\$ [907]	\$ [1,358]	\$ 3,441	\$ [8,660]	\$ 14,266	\$ 1,482

* These funds are not required to be budgeted.

Sprint Grant	Wyandotte Prevention	Emergency Immigrant Grant	P J H Grant	Urban Excellence	Goals 2001 Title I	Kauffman Fdn Grant	Muncie Grant	Christa McAuliffe Grant	USA Funds	Short Term Suspension Program	Current Year Totals	Prior Year Totals
\$ 18,875	\$ 10,000	\$ -	\$ -	\$ 3,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 32,109	\$ 91,022	\$ 105,862
18,875	10,000	-	-	3,000	-	-	-	-	-	32,109	91,022	105,862
15,492	10,000	-	-	1,997	-	-	-	-	2,566	27,380	83,385	81,115
15,492	10,000	-	-	1,997	-	-	-	-	2,566	27,380	83,385	81,115
3,383	-	-	-	1,003	-	-	-	-	[2,566]	4,729	7,637	24,747
39	-	288	68	2	[387]	2,155	5,895	46	16,165	64,911	95,666	70,919
\$ 3,422	\$ -	\$ 288	\$ 68	\$ 1,005	\$ [387]	\$ 2,155	\$ 5,895	\$ 46	\$ 13,599	\$ 69,640	\$ 103,303	\$ 95,666

UNIFIED SCHOOL DISTRICT NO. 202
Statement of Cash Receipts and Expenditures - Actual and Budget
Recreation Commission General Fund
For the Year Ended June 30, 2009
(With Comparative Actual Amounts for the Year Ended June 30, 2008)

		Current Year		Variance
	Prior Year Actual	Actual	Budget	Positive [Negative]
Cash Receipts				
Taxes and Shared Revenue:				
Ad valorem property tax	\$ 589,574	\$ 827,176	\$ 837,943	\$ [10,767]
Delinquent tax	15,418	7,059	24,253	[17,194]
Motor and recreational vehicle tax	55,768	46,227	43,658	2,569
In lieu of taxes - I. R. B.'s	10,533	13,665	10,386	3,279
Investment income	11,591	6,394	-	6,394
Charges for services	<u>152,622</u>	<u>246,275</u>	<u>183,497</u>	<u>62,778</u>
Total Cash Receipts	<u>835,506</u>	<u>1,146,796</u>	<u>\$ 1,099,737</u>	<u>\$ 47,059</u>
Expenditures and Transfers				
Support services	106,021	97,679	\$ -	\$ [97,679]
General administration	-	89,175	-	[89,175]
Community service operations	161,173	131,865	1,336,768	1,204,903
Facility acquisition and construction services	<u>418,434</u>	<u>730,208</u>	<u>-</u>	<u>[730,208]</u>
Total Expenditures and Transfers	<u>685,628</u>	<u>1,048,927</u>	<u>\$ 1,336,768</u>	<u>\$ 287,841</u>
Receipts Over [Under] Expenditures	149,878	97,869		
Unencumbered Cash, Beginning	<u>308,354</u>	<u>458,232</u>		
Unencumbered Cash, Ending	<u>\$ 458,232</u>	<u>\$ 556,101</u>		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 202
Statement of Cash Receipts and Expenditures - Actual and Budget
Recreation Commission Employee Benefits Fund
For the Year Ended June 30, 2009
(With Comparative Actual Amounts for the Year Ended June 30, 2008)

		Current Year		Variance
	Prior Year	Actual	Budget	Positive
	Actual			[Negative]
Cash Receipts				
Taxes and Shared Revenue:				
Ad valorem property tax	\$ 146,107	\$ 192,141	\$ 193,913	\$ [1,772]
Delinquent tax	1,526	1,002	6,058	[5,056]
Motor and recreational vehicle tax	4,150	8,532	8,262	270
In lieu of taxes - I. R. B.'s	2,519	1,112	1,956	[844]
Miscellaneous	1,125	-	659	[659]
Total Cash Receipts	<u>155,427</u>	<u>202,787</u>	<u>\$ 210,848</u>	<u>\$ [8,061]</u>
Expenditures and Transfers				
Community service operations	<u>58,217</u>	<u>117,271</u>	<u>\$ 170,951</u>	<u>\$ 53,680</u>
Total Expenditures and Transfers	<u>58,217</u>	<u>117,271</u>	<u>\$ 170,951</u>	<u>\$ 53,680</u>
Receipts Over [Under] Expenditures	97,210	85,516		
Unencumbered Cash, Beginning	<u>60,966</u>	<u>158,176</u>		
Unencumbered Cash, Ending	<u>\$ 158,176</u>	<u>\$ 243,692</u>		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 202
Statement of Cash Receipts and Expenditures - Actual
Recreation Commission Operating Funds *
For the Year Ended June 30, 2009 and 2008

	Prior Year Actual	Current Year Actual
Cash Receipts		
Main checking account	\$ 61,057	\$ 122,456
Total Cash Receipts	<u>61,057</u>	<u>122,456</u>
Expenditures and Transfers		
Main checking account	<u>61,036</u>	<u>118,657</u>
Total Expenditures and Transfers	<u>61,036</u>	<u>118,657</u>
Receipts Over [Under] Expenditures	21	3,799
Unencumbered Cash, Beginning	<u>25,291</u>	<u>25,312</u>
Unencumbered Cash, Ending	<u>\$ 25,312</u>	<u>\$ 29,111</u>

* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 202
Statement of Cash Receipts, Cash Disbursements and Cash
Student Organization and Other Agency Funds
For the Year Ended June 30, 2009

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Turner Early Learning Center				
Bank Interest	\$ 145	\$ 98	\$ 87	\$ 156
School Fund	2,852	7,840	9,437	1,255
Field Trips	338	5,627	5,251	714
Petty Cash	96	295	300	91
Subtotal Early Learning Center	<u>3,431</u>	<u>13,860</u>	<u>15,075</u>	<u>2,216</u>
ELEMENTARY SCHOOLS				
Junction Elementary				
Programs	5,764	2,594	1,422	6,936
Petty Cash	-	556	556	-
Library Books	-	116	116	-
Student Council Sales	943	498	230	1,211
Student Council Yearbooks	1,977	2,441	2,297	2,121
Community Service Club	5,265	2,029	2,626	4,668
Reader's Club	504	-	-	504
Literacy	1,758	5	1,367	396
Playground Equipment	1,749	2,500	-	4,249
Subtotal Junction Elementary	<u>17,960</u>	<u>10,739</u>	<u>8,614</u>	<u>20,085</u>
Morris Elementary				
Stuco	2,205	1,053	3,258	-
Readers Club	881	2,920	3,801	-
Library Books	91	75	166	-
Miscellaneous Clubs	312	2,080	2,339	53
Field Trips	1,379	4,342	5,721	-
Bank Interest/Pepsi	801	833	1,645	[11]
Subtotal Morris Elementary	<u>5,669</u>	<u>11,303</u>	<u>16,930</u>	<u>42</u>
Oak Grove Elementary				
School Store	789	1,591	1,649	731
Interest Earned	41	17	50	8
Math Club	100	-	48	52
Petty Cash	115	1,373	1,088	400
Coca Cola	-	2,045	1,457	588
Student Celebration	350	3,657	3,629	378
Student Council	-	300	249	51
Yearbook	55	4,262	4,021	296
Subtotal Oak Grove Elementary	<u>1,450</u>	<u>13,245</u>	<u>12,191</u>	<u>2,504</u>

UNIFIED SCHOOL DISTRICT NO. 202
Statement of Cash Receipts, Cash Disbursements and Cash
Student Organization and Other Agency Funds
For the Year Ended June 30, 2009

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Ending Cash Balance</u>
ELEMENTARY SCHOOLS (Continued)				
Turner Elementary				
Student Fund (Stuco)	\$ 847	\$ 906	\$ 950	\$ 803
Student Fund (General)	2,987	3,754	2,894	3,847
Art Club	30	-	-	30
Field Trips	2,040	450	505	1,985
Library	170	-	-	170
Yearbook and Pictures	2,529	3,400	3,598	2,331
Petty Cash	102	1,241	1,051	292
Just Say No	127	-	-	127
Care Club	43	-	-	43
Battle of Books	27	-	-	27
Subtotal Turner Elementary School	<u>8,902</u>	<u>9,751</u>	<u>8,998</u>	<u>9,655</u>
Midland Trail Elementary				
Library	94	652	746	-
Petty Cash	18	875	893	-
Student Council Sales	1,167	5,609	5,917	859
Student Council Yearbooks	1,382	3,817	4,620	579
Community Service Club	2,578	11,382	11,024	2,936
Staff Fund	83	1,015	763	335
Subtotal Midland Trail Elementary School	<u>5,322</u>	<u>23,350</u>	<u>23,963</u>	<u>4,709</u>
Subtotal All Elementary Schools	<u>39,303</u>	<u>68,388</u>	<u>70,696</u>	<u>36,995</u>
MIDDLE SCHOOL				
Turner Middle School				
Art	169	1,962	1,314	817
Athletics	140	195	268	67
Band	603	2,045	2,097	551
Boxtops for Education	119	-	-	119
Debate	80	365	434	11
Coffee Club	-	53	52	1
Comm Serv	157	1,796	1,740	213
FACS	63	2,335	1,514	884
Field Trips	-	2,630	2,559	71
NJHS	362	1,121	1,107	376
PEP Club	57	-	14	43
Petty Cash	-	7,177	7,155	22
Chorale	163	6,926	7,049	40
Cheerleading 08/09	1,315	2,112	3,277	150
Cheerleading 07/08	[25]	25	-	-
Mass Media	2	-	-	2
Industrial Arts	66	934	791	209
Industrial Technology	175	1,005	126	1,054
Language Arts	70	-	-	70
Faculty Fund	-	3,926	3,877	49
AP Fund	5	-	-	5
PTA Kansas	-	2,000	1,961	39
Science Club	6,488	94,929	96,087	5,330
Solar Car Project	189	-	6	183
Student Council	538	237	352	423
Student Recognition	1,384	6,401	7,502	283
Science Classes	270	1,217	730	757
Track and Field	1,342	-	1,342	-
Yearbook	163	-	-	163
Total Middle School	<u>13,895</u>	<u>139,391</u>	<u>141,354</u>	<u>11,932</u>

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 202
Statement of Cash Receipts, Cash Disbursements and Cash
Student Organization and Other Agency Funds
For the Year Ended June 30, 2009

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Ending Cash Balance</u>
HIGH SCHOOL				
Yearbook 2003-2004	\$ 373	\$ 5,937	\$ 6,310	\$ -
Band Tour	555	18,838	2,088	17,305
Beartones	745	7,954	8,248	451
Bob Wilkins Scholarship	1,687	-	200	1,487
Book Club	430	501	308	623
Book Rent	1,262	210	1,282	190
Booster	1,336	143	695	784
BPA	4,348	13,848	15,619	2,577
Cheerleading	5,285	28,762	29,630	4,417
Class of 2008	2,136	9,530	10,662	1,004
Class of 2009	2,917	12,655	11,349	4,223
Choir Fee	10	345	218	137
Debate	345	1,087	790	642
DECA	657	4,971	3,607	2,021
Drama	155	4,410	3,364	1,201
Drill Team	1,005	7,131	6,802	1,334
Fine Arts	546	9,712	9,323	935
Forensics	-	95	49	46
French Club	141	-	-	141
KAYS	10	1,271	1,153	128
NHS	398	1,206	1,348	256
Project Graduation	4,772	20,935	19,755	5,952
PSAT/Testing	184	65	76	173
SADD	190	-	-	190
Science Club	-	2,648	2,457	191
Science Field Trip	7	-	-	7
School Store	1,764	17,940	11,722	7,982
Spanish Club	6	1,637	1,307	336
Student Council	1,821	8,481	5,919	4,383
Student Interest	4,558	19,809	16,062	8,305
Student Safety	368	1,428	1,376	420
Vica Auto	250	578	511	317
Vica Carpentry	76	985	717	344
Vica Printing	328	1,662	1,434	556
Aquatic	447	-	447	-
Golf Team	74	747	571	250
Art Fees	1,139	1,760	1,204	1,695
Band Fees	722	4,253	3,456	1,519
Building Trades Fee	30	577	349	258
Business Fees	2,072	1,475	633	2,914
Calculator Loss	3,192	840	642	3,390
Soccer Team	853	-	286	567

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 202
Statement of Cash Receipts, Cash Disbursements and Cash
Student Organization and Other Agency Funds
For the Year Ended June 30, 2009

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Ending Cash Balance</u>
HIGH SCHOOL (Continued)				
Volleyball Team	\$ 1,890	\$ 2,547	\$ 2,870	\$ 1,567
Boys Basketball Team	675	3,193	1,770	2,098
Girls Basketball Team	911	1,327	2,100	138
Baseball Team	1,948	325	-	2,273
Softball Team	920	3,170	2,762	1,328
Football Team	221	380	504	97
Auto Mech. Fee Money	17	1,210	777	450
Wrestling	2,663	3,258	4,617	1,304
Joe Baker Golf Classic	438	1,480	1,710	208
Clothing Fee	269	410	358	321
Foods Fee	52	1,475	1,357	170
P.E. Fees	242	1,695	146	1,791
Science Fees	53	4,266	3,834	485
SPED	88	914	1,002	-
Diversity Club	253	-	-	253
Moats Scholarship	6,360	-	1,000	5,360
Jones Scholarship	-	4,000	4,000	-
Syring Scholarship	450	150	-	600
Aurthur "Skip" Landers Scholarship	2,000	-	500	1,500
Builders Trades Raffle	2,429	752	2,510	671
Health Awareness	548	966	1,288	226
Driver's Education	-	12,675	12,675	-
Senior Gift	3,345	-	781	2,564
Battle of the Books	-	208	142	66
Catering Club	426	869	818	477
Leadership Club	168	117	54	231
Track Club	1,208	3,221	3,098	1,331
Bowling Team	59	496	527	28
Swim Fees	10	284	235	59
Swim Team	25	523	442	106
Yearbook	3,926	20,998	21,249	3,675
Link Crew	-	275	116	159
Video Production Fee	-	359	303	56
Plan Test	12	713	655	70
Subtotal High School	<u>78,800</u>	<u>286,682</u>	<u>256,169</u>	<u>109,313</u>
ALTERNATIVE HIGH SCHOOL				
Student Activity	<u>302</u>	<u>1,747</u>	<u>1,498</u>	<u>551</u>
Subtotal Alternative High School	<u>302</u>	<u>1,747</u>	<u>1,498</u>	<u>551</u>
TOTAL ALL STUDENT ORGANIZATION FUNDS	<u>135,731</u>	<u>510,068</u>	<u>484,792</u>	<u>161,007</u>
CLEARING ACCOUNT	<u>202</u>	<u>383,049</u>	<u>379,808</u>	<u>3,443</u>
INSURANCE RESERVE	<u>5,455</u>	<u>32,422</u>	<u>37,877</u>	<u>-</u>
TOTAL STUDENT ORGANIZATION AND OTHER AGENCY FUNDS	<u>\$ 141,388</u>	<u>\$ 925,539</u>	<u>\$ 902,477</u>	<u>\$ 164,450</u>

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 202
Statement of Cash Receipts, Expenditures, and Unencumbered Cash
District Activity
For the Year Ended June 30, 2009

Fund	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
District							
Petty Cash	\$ 6,950	\$ -	\$ -	\$ -	\$ 6,950	\$ -	\$ 6,950
High School							
Petty Cash	-	-	7,725	6,225	1,500	-	1,500
Turner High School - Athletics	6,240	-	71,998	54,308	23,930	-	23,930
Subtotal High School	6,240	-	79,723	60,533	25,430	-	25,430
Total Athletic Gate Receipts	\$ 13,190	\$ -	\$ 79,723	\$ 60,533	\$ 32,380	\$ -	\$ 32,380

UNIFIED SCHOOL DISTRICT NO. 202
Notes to the Financial Statements
For the Year Ended June 30, 2009

NOTE 1 - Summary of Significant Accounting Policies

Reporting Entity

Unified School District No. 202 (the District) is a municipal corporation governed by an elected seven-member board. These financial statements present USD No. 202 (the primary government) and its component unit. The component unit is included in the District's reporting entity because of the significance of its operational and financial relationship with the District.

Discretely Presented Component Unit. The component unit section of the financial statements includes the financial data of the discretely presented component unit. This component unit is reported separately to emphasize that it is legally separate from the District. The governing body of this component unit is appointed by the District.

Recreation Commission. USD No. 202 Recreation Commission oversees recreational activities. The recreation commission can sue and be sued, but acquisition of real property by the commission must be approved by the District. The District levies taxes for the recreation commission. Bond issuances must be approved by the District.

Basis of Accounting

These financial statements are presented on a basis of accounting which demonstrates compliance with the cash basis and budget laws of Kansas. Cash receipts are recognized when the cash balance of a fund is increased. For an interfund transaction, a cash receipt is recorded in the fund receiving cash from another fund. Cash disbursements are recognized when the cash balance of a fund is decreased. For an interfund transaction, a cash disbursement is recorded in the fund from which the cash is transferred. Expenditures include disbursements, accounts payable and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods and services, and are usually evidenced by a purchase order or written contract.

The District has a GAAP waiver, which allows it to use this prescribed basis of accounting. When a local government adopts a Kansas GAAP waiver, KSA 75-1120a specifically requires that the government must prepare its "financial statements and financial reports on the basis of cash receipts and disbursements as adjusted to show compliance with the cash-basis and budget laws of this state." KSA 72-6417 and 72-6434 require that any general fund or supplemental general fund state aid payment that is due to be paid in June but is paid after that "shall be recorded and accounted for by the school districts as a receipt for the school year ending on the preceding June 30."

To attempt to reconcile this statutory conflict, the prescribed basis of accounting requires that state aid payments due in June but received in July be recorded in July of the following year in the financial statements. Compliance with KSA 72-6417 and 72-6434 is required to be presented in the notes to the financial statements. The District has chosen to present its state aid payments due in June but received in July in the financial statements for the year ended June 30, 2009 rather than in July of the following fiscal year, which is not in compliance with the Kansas prescribed basis of accounting. The payments were \$2,248,101 in the General Fund and \$864,498 in the Supplemental General Fund.

Departure from Generally Accepted Accounting Principles (GAAP). The basis of accounting described above results in a financial statement presentation which shows cash receipts (except as noted), cash disbursements, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories and prepaid expense, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not presented.

UNIFIED SCHOOL DISTRICT NO. 202
Notes to the Financial Statements
For the Year Ended June 30, 2009

NOTE 1 - Summary of Significant Accounting Policies (Continued)

Basis of Accounting (Continued)

Under accounting principles generally accepted in the United States of America, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with accounting principles generally accepted in the United States of America. Capital assets that account for the land, buildings and equipment owned by the District are not presented in the financial statements. Also, long-term debt such as general obligation bonds, temporary notes, and compensated absences are not presented in the financial statements. Inventories and prepaid expenses which benefit future periods are recorded as an expenditure during the year of purchase, as required by state statutes.

Fund Descriptions

In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

The following types of funds comprise the financial activities of the District for the year ended June 30, 2009:

Governmental Funds

General Fund - to account for all unrestricted resources except those required to be accounted for in another fund.

Special Revenue Funds - to account for the proceeds of specific revenue sources (other than major capital projects) that are restricted by law or administrative action to expenditure for specified purposes.

Debt Service Fund - to account for the accumulation of resources for, and the payments of, interest and principal and related costs on general long-term debt.

Fiduciary Funds

Trust and Agency Funds - to account for assets held by the District in a trustee capacity or as an agent for individuals, other governmental units, private organizations, and/or other funds.

Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute) and debt service funds.

The statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

UNIFIED SCHOOL DISTRICT NO. 202
Notes to the Financial Statements
For the Year Ended June 30, 2009

NOTE 1 - Summary of Significant Accounting Policies (Continued)

Budgetary Information (Continued)

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. The General, At Risk (K-12) and Special Education Fund budgets were amended in the current year.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the statutory basis of accounting, in which, revenues are recognized when cash is received, and expenditures include disbursements, accounts payable and encumbrances. Encumbrances are commitments by the District for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end.

A legal operating budget is not required for capital projects funds, trust funds, and the following special revenue funds: Student Material Revolving, Donations and Grants, District Activity, Recreation Commission Operating and Contingency Reserve.

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

Ad Valorem Tax Revenues

The determination of assessed valuations and the collection of property taxes for all political subdivisions in the State of Kansas are the responsibility of the various counties. The County Appraiser annually determines assessed valuations on January 1 and the County Clerk spreads the annual assessment on the tax rolls. Property taxes are levied as of November 1 and become a lien on the property as of that date. Payments are due November 1 and become delinquent, with penalty, December 21. Payments of 50% are accepted through December 20, with the second 50% then being due on or before May 10 of the following year.

The County Treasurer is the tax collection agent for all taxing entities within the County. The initial distribution to the subdivisions, including the District, is on or before January 20 of the ensuing year. Additional amounts are distributed on four (4) subsequent dates throughout the calendar year.

NOTE 2 - Deposits and Investments

The District's cash is considered to be active funds by management and is invested according to KSA 9-1401. The statute requires that bank's eligible to hold active funds have a main or branch bank in the county in which the District is located or in an adjacent county, that the bank(s) provide an acceptable rate of active funds, and that the deposits in excess of FDIC coverage be adequately secured per KSA 9-1402. The District does not have any formal deposit policies that would further limit interest rate, credit or custodial credit risks beyond state statutes.

UNIFIED SCHOOL DISTRICT NO. 202
Notes to the Financial Statements
For the Year Ended June 30, 2009

NOTE 3 - Long-Term Debt

The District is subject to statutes of the State of Kansas which limit the bonded debt outstanding to 14% of the assessed valuation. The District requested and received approval under K.S.A. 75-2315 which allows the issuance of bonded debt in excess of the general bond debt limitation.

Following is a detailed listing of the District's long-term debt:

<u>Debt Issue</u>	<u>Date Issued</u>	<u>Original Amount</u>	<u>Interest Rate</u>
G.O. Bonds			
Building Improvements	03/27/08	\$ 2,040,000	2.250% - 3.250%
Building Improvements	03/01/01	5,665,000	4.400% - 5.500%
Refunding	12/15/04	<u>31,180,000</u>	3.000% - 5.250%
Total		<u>\$ 38,885,000</u>	

Following is a summary of changes in long-term debt for the year ended June 30, 2009:

<u>Type of Issue</u>	<u>Beginning Principal Outstanding</u>	<u>Additions to Principal</u>	<u>Reductions of Principal</u>	<u>Ending Principal Outstanding</u>
G.O. Bonds To Be Paid With Tax Levies:				
'01 Issue	\$ 3,430,000	\$ -	\$ 380,000	\$ 3,050,000
'04 Issue	30,785,000	-	1,590,000	29,195,000
'08 Issue	<u>2,040,000</u>	<u>-</u>	<u>645,000</u>	<u>1,395,000</u>
Total	<u>\$ 36,255,000</u>	<u>\$ -</u>	<u>\$ 2,615,000</u>	<u>\$ 33,640,000</u>

Annual debt service requirements to maturity for long-term debt:

<u>Year Ended June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	\$ 2,790,000	\$ 1,572,166	\$ 4,362,166
2011	3,025,000	1,442,029	4,467,029
2012	2,450,000	1,306,042	3,756,042
2013	2,580,000	1,180,217	3,760,217
2014	2,720,000	1,043,540	3,763,540
2015 - 2019	15,790,000	2,875,109	18,665,109
2020 - 2022	<u>4,285,000</u>	<u>67,875</u>	<u>4,352,875</u>
	<u>\$ 33,640,000</u>	<u>\$ 9,486,979</u>	<u>\$ 43,126,979</u>

UNIFIED SCHOOL DISTRICT NO. 202
Notes to the Financial Statements
For the Year Ended June 30, 2009

NOTE 3 - Long-Term Debt (Continued)

The District has entered into lease purchase agreements for equipment. The original amount of the Dell computer lease was \$390,979 with annual payments over the next four years. The principal amount paid on the lease for the year ended June 30, 2009 was \$28,951. The original amount of the Government Capital Corporation lease was \$347,234 with annual payments over the next year. The principal amount paid on the lease for the year ended June 30, 2009 was \$18,425. The District entered into a computer lease on July 1, 2007 in the amount of \$211,195. The interest rate on the lease is 7.28% with a final maturity date of June 30, 2011. The principal amount paid on the lease for the year ended June 30, 2009 was \$48,786. The District entered into a boiler lease on June 3, 2008 in the amount of \$3,552,500. The interest rate on the lease is 4.325% with a final maturity date of March 15, 2018. The principal amount paid on the lease for the year ended June 30, 2009 was \$319,977.

Annual lease payment requirements to maturity:

Year Ended <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	\$ 470,887	\$ 153,710	\$ 624,597
2011	444,782	131,542	576,324
2012	434,289	111,844	546,134
2013	342,033	95,388	437,421
2014	356,986	80,435	437,421
2015 - 2018	<u>1,590,992</u>	<u>158,692</u>	<u>1,749,684</u>
	<u>\$ 3,639,970</u>	<u>\$ 731,610</u>	<u>\$ 4,371,580</u>

The District also entered into a lease for improvements to the recreation building on September 1, 2007 in the amount of \$400,000. The interest rate on the lease is 5.375% with a final maturity date of September 15, 2022. The principal amount paid on the lease for the year ended June 30, 2009 was \$17,922.

Annual lease payment requirements to maturity:

Year Ended <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	\$ 18,898	\$ 20,286	\$ 39,184
2011	19,927	19,257	39,184
2012	21,013	18,171	39,184
2013	22,157	17,027	39,184
2014	23,364	15,820	39,184
2015 - 2019	137,357	58,563	195,920
2020 - 2023	<u>139,361</u>	<u>17,375</u>	<u>156,736</u>
	<u>\$ 382,078</u>	<u>\$ 166,499</u>	<u>\$ 548,577</u>

UNIFIED SCHOOL DISTRICT NO. 202
Notes to the Financial Statements
For the Year Ended June 30, 2009

NOTE 4 - Interfund Transactions

Transfers were as follows:

<u>From</u>	<u>To</u>	<u>Statutory Authority</u>	<u>Amount</u>
General	Bilingual Education	K.S.A. 72-6428	\$ 402,352
General	Special Education	K.S.A. 72-6428	3,725,559
General	Vocational Education	K.S.A. 72-6428	372,199
General	Summer Programs	K.S.A. 72-6428	4,079
General	Contingency Reserve	K.S.A. 72-6428	438,704
General	At Risk (4 Year Old)	K.S.A. 72-6428	229,696
General	Capital Outlay	K.S.A. 72-6428	422,818
General	At Risk (K-12)	K.S.A. 72-6428	3,279,221
Supplemental General	Bilingual Education	K.S.A. 72-6433	126,511
Supplemental General	Special Education	K.S.A. 72-6433	894,000
Supplemental General	Student Material Revolving	K.S.A. 72-6433	548,576
Supplemental General	Vocational Education	K.S.A. 72-6433	100,000
Supplemental General	At Risk (4 Year Old)	K.S.A. 72-6433	9,883
Supplemental General	At Risk (K-12)	K.S.A. 72-6433	1,930,000
Supplemental General	Parent Education Program	K.S.A. 72-6433	50,000
Supplemental General	Professional Development	K.S.A. 72-6433	<u>25,000</u>
Total			<u>\$ 12,558,598</u>

NOTE 5 - Defined Benefit Pension Plan

Plan Description. The District participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, *et seq.* KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 South Kansas Avenue, Topeka, KS 66603-3803)

Funding Policy. K.S.A. 74-4919 establishes the KPERS member-employee contribution rate at 4% of covered salary. Member-employees contributions are withheld by their employer and paid to KPERS according to the provisions of section 414(h) of the Internal Revenue Code. The State of Kansas is required to contribute the remaining amount necessary to achieve the actuarially determined contribution rate. Kansas contributed 7.97% of covered payroll from July 1, 2008 to February 28, 2009 and 6.97% of covered payroll from March 1, 2009 to June 30, 2009. These contribution requirements are established by KPERS and are periodically revised. Kansas contributions to KPERS for the District employees for the years ending June 30, 2009, 2008, and 2007 were \$1,846,135, \$1,675,110, and \$1,384,238, respectively, equal to the required contributions for each year.

NOTE 6 - Termination Benefits

The District has a plan which covers personnel who voluntarily take early retirement. A certified employee is eligible for early retirement if such employee is a full time employee, not less than 60 years of age and not more than 65 years of age, and has ten years or more of service with the District and twenty years or more of service credit with the Kansas Public Employees Retirement System. The benefits from this plan are computed using a formula based upon years of service and is payable semiannually.

UNIFIED SCHOOL DISTRICT NO. 202
Notes to the Financial Statements
For the Year Ended June 30, 2009

NOTE 6 - Termination Benefits (Continued)

The annual scheduled payments under this program are as follows:

Year Ended	
6/30/2010	\$ 449,127
6/30/2011	421,309
6/30/2012	335,545
6/30/2013	178,346
6/30/2014	114,193
6/30/2015-06/30/2019	<u>18,697</u>
Total	<u>\$ 1,517,217</u>

NOTE 7 - Commitments and Contingencies

The District receives significant financial assistance from numerous federal and state governmental agencies in the form of grants and state pass-through aid. The disbursement of the funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on the financial statements of the District as of June 30, 2009.

NOTE 8 - Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters for which it carries commercial insurance. The District has joined other Kansas school districts to participate in Kansas Association of School Boards (KASB) workers compensation insurance risk pool. The pool operates as a common risk management and insurance program for certain Kansas school districts. The District pays an annual premium to the pool for its workers compensation insurance coverage. The District's contractual agreement with KASB provides that KASB will be self-sustaining through member premiums and the liability limits for each accident, employee, and policy is \$1,000,000. The District continues to carry commercial insurance for all other risks of loss. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE 9 - Compensated Absences

The District gives each teacher ten (10) days paid annual leave for illness or personal use. This paid leave may be accumulated to a maximum of one hundred and twenty (120) days and shall include the amount allotted for the current year. The District gives classified employees, with the exception of bus drivers, leave time at a rate of one (1) work day paid leave per month of employment calculated from the original date of employment. Example, a ten (10) month employee receives ten (10) days leave time; a twelve (12) month employee receives twelve (12) days leave time. This paid leave may be accumulated to a maximum of one hundred and twenty (120) days and shall include the amount allotted for the current year. A teacher retiring from the District shall be paid at the rate of the current daily substitute pay for each day of accumulated leave upon retirement; classified employees are paid at their current rate of pay. As of June 30, 2009 the liability for accumulated leave time was \$205,107. If employees terminate or resign, leave pay is only paid for current years time earned but not used.

UNIFIED SCHOOL DISTRICT NO. 202
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2009

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Beginning Unencumbered Cash	Receipts	Expenditures	Ending Unencumbered Cash
<u>U.S. Department of Education</u>					
Passed Through State Department of Education:					
Title I Grants to Local Educational Agencies	84.010	\$ 101,267	\$ 1,301,792	\$ 911,264	\$ 491,795
Special Education Grants to States	84.027	-	943,102	943,102	-
Vocational Education Basic Grants to States	84.048	-	48,303	48,303	-
Special Education - Preschool Grants	84.173	-	30,333	30,333	-
Safe and Drug Free Schools and Communities National Program	84.186	2,566	16,915	9,699	9,782
Homeless Child	84.196	-	1,849	1,849	-
Education Technology State Grant	84.318	2,222	9,235	8,451	3,006
English Language Acquisition Grants	84.365	3,776	32,973	10,984	25,765
Improving Teacher Quality State Grants	84.367	2,222	171,754	180,210	13,766
School Improvement	84.377A	-	100,000	-	100,000
Total U.S. Department of Education			<u>2,656,256</u>	<u>2,124,195</u>	
<u>U.S. Department of Health and Human Services</u>					
Passed Through State Department of Education:					
Youth Risk Behavior Survey	93.938	-	850	850	-
Total U.S. Department of Health and Human Services			<u>850</u>	<u>850</u>	
<u>U.S. Department of Agriculture</u>					
Passed Through State Department of Education:					
School Breakfast Program	10.553	-	319,174	319,174	-
National School Lunch Program	10.555	-	1,093,382	1,093,382	-
Team Nutrition Training Grant	10.574	-	500	500	-
Total U.S. Department of Agriculture			<u>1,413,056</u>	<u>1,413,056</u>	
Total Expenditures of Federal Awards			<u>\$ 4,070,162</u>	<u>\$ 3,538,101</u>	

1. General

The accompanying Schedule of Expenditures of Federal Awards presents the expenditures of all federal financial assistance programs of the District. All expenditures of federal financial assistance received directly from federal agencies, if any, as well as federal financial assistance passed through other government agencies is included on the schedule.

2. Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented on the Kansas prescribed basis of accounting which includes accounts payable and encumbrances.

UNIFIED SCHOOL DISTRICT NO. 202
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2009

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	Qualified (Prescribed Basis) <u>Adverse (GAAP)</u>
Internal control over financial reporting:	
Material weakness(es) identified?	<u> </u> Yes <u> X </u>
Significant deficiency(ies) identified that are not considered to be material weaknesses?	<u> X </u> Yes <u> </u> None reported
Noncompliance material to financial statements noted?	<u> </u> Yes <u> X </u> No

Federal Awards

Internal control over major programs:	
Material weakness(es) identified?	<u> </u> Yes <u> X </u> No
Significant deficiency(ies) identified that are not considered to be material weaknesses?	<u> </u> Yes <u> X </u> None reported
Type of auditor's report issued on compliance for major programs:	<u>Unqualified</u>
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?	<u> X </u> Yes <u> </u> No

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.010	Title I Grants to Local Educational Agencies
84.027	Special Education Grants to States

Dollar threshold used to distinguish between type A and type B programs:	<u>\$300,000</u>
Auditee qualified as low-risk auditee?	<u> </u> Yes <u> X </u> No

UNIFIED SCHOOL DISTRICT NO. 202
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2009

Section II - Financial Statement Findings

Prior Year Findings

<u>Program</u>	<u>Finding</u>	<u>Conditions</u>	<u>Criteria</u>	<u>Questioned Costs</u>	<u>Recommendation</u>	<u>Status</u>
Not Applicable	2008-1	Food service receipt reconciliation documentation was not retained. District does not have a blind close procedure over food service receipting.	Recommended Practices	Not determined.	We recommend the retention of the reconciliation documentation. We also recommend that a blind close procedure be implemented.	Resolved

Current Year Findings

<u>Program</u>	<u>Finding</u>	<u>Conditions</u>	<u>Criteria</u>	<u>Questioned Costs</u>	<u>Recommendation</u>	<u>Management Response</u>
Not Applicable	2009-1	We noted separation of duties issues regarding activity fund internal controls at multiple schools. Bookkeepers at several schools issued receipts, posted amounts to the system, prepared the deposit and reconciled the bank account. In addition, we were informed that one school does not always issue receipts. Also, one school has not been using purchase orders for disbursements.	Recommended Practices	Not determined.	We recommend that the District require a separation of duties in the area of activity fund receipting. An individual independent of the receipting process should prepare a reconciliation between the receipts issued and the amounts deposited into the bank account. In addition, we recommend that receipts be issued for all payments to the schools and each school should prepare purchase orders for all disbursements.	Agrees

Section III - Federal Award Findings and Questioned Costs

Current Year Findings

<u>Program</u>	<u>Finding</u>	<u>Conditions</u>	<u>Criteria</u>	<u>Questioned Costs</u>	<u>Recommendation</u>	<u>Management Response</u>
Title I	2009-1	Personnel costs not supported by required documentation	OMB Circular A-87 Attachment B	Not determined	Adopt policy and procedures to comply with the federal time keeping rules	Agrees

UNIFIED SCHOOL DISTRICT NO. 202
Schedule of Findings and Questioned Costs - Continued
For the Year Ended June 30, 2009

Section III - Federal Award Findings and Questioned Costs - Continued

Prior Year Findings

<u>Program</u>	<u>Finding</u>	<u>Conditions</u>	<u>Criteria</u>	<u>Questioned Costs</u>	<u>Recommendation</u>	<u>Status</u>
CNC	2008-1	Property records for equipment purchases do not include the acquisition date, cost of the property, the percentage of Federal participation in the cost of the property, and any ultimate disposition data including the date of disposal and sale price of the property	CFR 7 15.XXX 3016.32	Not determined	Adopt policy and procedures to comply with federal equipment tracking rules	Resolved
Special Education Grants to States	2008-2	No semi annual certifications for Special Education Grants to States teachers or paras charged 100% to grant. However, the Kansas State Department of Education maintains that its quarterly LEA personnel reporting system meets the OMB Circular A-87, Attachment B timekeeping requirements	OMB Circular A-87 Attachment B	Not determined	Adopt policy requiring compliance with the federal time keeping rules if the state system does not qualify	Resolved

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH "GOVERNMENT AUDITING STANDARDS"

Board of Education
Unified School District No. 202
Kansas City, Kansas

We have audited the financial statements of Unified School District No. 202, (the District), Kansas City, Kansas, as of and for the year ended June 30, 2009, and have issued our report thereon dated February 9, 2010, which is a special report on the financial statements prepared in accordance with a basis of accounting prescribed by the State of Kansas. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in "Government Auditing Standards", issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with the Kansas prescribed basis of accounting such that there is more than a remote likelihood that a misstatement of the District's financial statements that is more than inconsequential will not be prevented or detected by the District's internal control.

We consider the deficiency described in the schedule of findings and questioned costs, as Finding 2009-1 to be a significant deficiency in internal control over financial reporting.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the District's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under "Government Auditing Standards."

However, we noted certain other matters that we have reported to management in a separate letter dated February 9, 2010.

This communication is intended solely for the information and use of the Board of Education, administration, federal awarding agencies, pass through entities, and is not intended to be and should not be used by anyone other than those specified parties.

Lowenthal, Watt & Odenmann, P.A.

February 9, 2010

LOWENTHAL, WEBB & ODERMANN, P.A.

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Board of Education
Unified School District No. 202
Kansas City, Kansas

Compliance

We have audited the compliance of the Unified School District No. 202 (the District), Kansas City, Kansas, with the types of compliance requirements described in the "U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement" that are applicable to each of its major federal programs for the year ended June 30, 2009. Major federal programs are identified in the Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in "Government Auditing Standards," issued by the Comptroller General of the United States; and OMB Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations." Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the District's compliance with those requirements.

In our opinion, the District complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2009. However, the results of our auditing procedures disclosed an instance of noncompliance with those requirements, which is required to be reported in accordance with OMB Circular A-133 and which is described in the accompanying schedule of findings and questioned costs as item 2009-1. The District's response to this finding in that same section has not been audited by us and accordingly, we express no opinion on them.

Internal Control Over Compliance

The management of the District is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This communication is intended solely for the information and use of the Board of Education, administration, federal awarding agencies, pass through entities, is not intended to be and should not be used by anyone other than those specified parties.

Lowenthal, Wett & Odenmann, P.A.

February 9, 2010